

9350 Shared Revenues

The purpose of the Shared Revenue program is the maintenance of the fiscal strength of the various governmental entities throughout the state. This is accomplished by the apportionment of special monies collected by the state to local government on the basis of statutory formulas.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
10 Apportionments: General Fund	-	-	-	\$12,324	\$12,324	\$12,324
20 Apportionments: Special Funds	-	-	-	1,802,268	2,298,228	2,010,385
30 Apportionments: Federal Funds	-	-	-	68,801	68,801	68,801
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$1,883,393	\$2,379,353	\$2,091,510
FUNDING				2006-07*	2007-08*	2008-09*
0001 General Fund				\$12,324	\$12,324	\$12,324
0034 Geothermal Resources Development Account				2,041	2,041	2,041
0062 Highway Users Tax Account, Transportation Tax Fund				1,126,606	1,155,279	1,177,849
0064 Motor Vehicle License Fee Account, Transportation Tax Fund				233,612	188,408	233,821
0261 Off Highway License Fee Fund				2,609	2,500	2,500
0874 United States Flood Control Receipts Fund				380	380	380
0878 United States Forest Reserve Fund				66,141	66,141	66,141
0882 United States Grazing Fees Fund				107	107	107
0890 Federal Trust Fund				2,173	2,173	2,173
3008 Transportation Investment Fund				-	-	594,174
3093 Transportation Deferred Investment Fund				437,400	-	-
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006				-	950,000	-
TOTALS, EXPENDITURES, ALL FUNDS				\$1,883,393	\$2,379,353	\$2,091,510

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 3, Part 5.3, Chapter 4.5 (commencing with Section 14556); Public Resources Code, Sections 3821 and 6817; Revenue and Taxation Code, Division 2, Part 5, Section 11006; Streets and Highways Code, Sections 2104-2107.5; and Vehicle Code, Sections 38230 and 38240.

MAJOR PROGRAM CHANGES

- Since the \$950 million in Proposition 1B bond funds for local streets and roads maintenance that was appropriated in the 2007 Budget Act is expected to last for several years, no additional Proposition 1B appropriations are being proposed in the 2008-09 Governor's Budget. Cities and counties will also begin receiving a share of Proposition 42 revenues, estimated to be \$594.2 million, in 2008-09.

BUDGET-BALANCING REDUCTIONS

- The General Fund reduction amount for Shared Revenues is \$1,250,000.
- The Governor's Budget proposes a 10 percent, \$1.2 million reduction in trailer vehicle license fee backfills. Legislation is proposed to reduce by 10 percent the amount provided to local governments.
- The Governor's Budget proposes a 10 percent, \$50,000 reduction in tideland revenue disbursements. Legislation is proposed to reduce by 10 percent the tideland revenues provided to local governments.
- Additionally, special session legislation will be proposed to delay the transfer of excise tax revenues from the Highway Users Tax Account to cities and counties from April through August to September 2008, in order to provide a necessary source of borrowable funds for the General Fund.

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

DETAILED BUDGET ADJUSTMENTS

	2007-08*			2008-09*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Vehicle License Fee Baseline Adjustment	\$-	-\$45,204	-	\$-	\$209	-
• One-Time Cost Reduction - Local Assistance for Streets and Roads	-	-	-	-	-950,000	-
• Miscellaneous Baseline Adjustments	-42	7	-	-42	22,577	-
Totals, Baseline Adjustments	-\$42	-\$45,197	-	-\$42	-\$927,214	-
Policy Adjustment Descriptions						
• Transportation Investment Fund Augmentation	\$-	\$-	-	\$-	\$594,174	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$594,174	-
TOTALS, BUDGET ADJUSTMENTS	-\$42	-\$45,197	-	-\$42	-\$333,040	-
Other Adjustments ¹¹						
• Budget-Balancing Reductions	-	-	-	-1,232	-	-
REVISED TOTALS, BUDGET ADJUSTMENTS	-\$42	-\$45,197	-	-\$1,274	-\$333,040	-

¹¹ These dollars and PYs are included in the General Government agency, therefore not included in the other fiscal statements for this department. These totals are also not included in the applicable Summary Schedules for this department.

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 - GENERAL FUND APPORTIONMENTS

Tideland Revenues-This program displays the allocation of revenues received from tide and submerged lands for which the state has reserved the rights to the mineral deposits.

Trailer Vehicle License Fee Backfill For International Registration Plan Conformity-This program shows the state backfill to cities and counties for the vehicle license fees that were previously paid by owners of commercial trailers.

20 - SPECIAL FUND APPORTIONMENTS

Geothermal Resources Development-Forty percent of all monies received by the federal government for geothermal leases is paid to each county based on its proportionate share of geothermal lease sale property.

Motor Vehicle Fuel Taxes-This program shows the apportionment of fuel taxes to cities and counties.

Motor Vehicle License Fees-This program shows the apportionment of vehicle license fees to cities and counties.

Off-Highway License Fees-This program shows the apportionment of off-highway license fees to cities and counties.

Traffic Congestion Relief Fund/Transportation Investment Fund-This program provides funds for local street and road maintenance.

30 - FEDERAL FUND APPORTIONMENTS

Federal Receipts From Flood Control Lands-Monies received by the federal government for lands acquired for flood protection purposes are prorated to the counties in which the lands are located.

Federal Receipts From Forest Reserves-Monies received by the federal government for the state's share of receipts from forest reserves are prorated to counties where the lands are located.

Federal Receipts From Grazing Land Fees-Monies received by the federal government for the state's share of receipts from grazing land are prorated to counties where the lands are located.

Federal Receipts From Potash Leases-Monies received by the federal government for the state's share of potash leases are distributed to school districts.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2006-07*	2007-08*	2008-09*
PROGRAM REQUIREMENTS				
10	APPORTIONMENTS: GENERAL FUND			

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	<u>2006-07*</u>	<u>2007-08*</u>	<u>2008-09*</u>
Local Assistance:			
0001 General Fund	\$12,324	\$12,324	\$12,324
Totals, Local Assistance	\$12,324	\$12,324	\$12,324
ELEMENT REQUIREMENTS			
10.10 Apportionment of Tideland Revenues	\$12,324	\$12,324	\$12,324
Local Assistance:			
0001 General Fund	12,324	12,324	12,324
PROGRAM REQUIREMENTS			
20 APPORTIONMENTS: SPECIAL FUNDS			
Local Assistance:			
0034 Geothermal Resources Development Account	\$2,041	\$2,041	\$2,041
0062 Highway Users Tax Account, Transportation Tax Fund	1,126,606	1,155,279	1,177,849
0064 Motor Vehicle License Fee Account, Transportation Tax Fund	233,612	188,408	233,821
0261 Off Highway License Fee Fund	2,609	2,500	2,500
3008 Transportation Investment Fund	-	-	594,174
3093 Transportation Deferred Investment Fund	437,400	-	-
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality, & Port Security Fd of 2006	-	950,000	-
Totals, Local Assistance	\$1,802,268	\$2,298,228	\$2,010,385
ELEMENT REQUIREMENTS			
20.10 Apportionment of Geothermal Resources	\$2,041	\$2,041	\$2,041
Local Assistance:			
0034 Geothermal Resources Development Account	2,041	2,041	2,041
20.20 Apportionment of Motor Vehicle Fuel Tax for County Roads (2104)	\$352,800	\$358,777	\$365,185
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	352,800	358,777	365,185
20.30 Apportionment of Motor Vehicle Fuel Tax for City Streets (2107 and 2107.5)	\$254,415	\$258,865	\$263,924
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	254,415	258,865	263,924
20.40 Apportionment of Motor Vehicle Fuel Tax for County Roads and City Streets (2106)	\$148,191	\$148,147	\$152,366
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	148,191	148,147	152,366
20.50 Apportionment of Motor Vehicle Fuel Tax to Cities and Counties for Street and Highway Purposes (2105)	\$371,200	\$389,490	\$396,374
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	371,200	389,490	396,374
20.60 Apportionment of Motor Vehicle License Fees to Cities and Counties	\$233,612	\$188,408	\$233,821
Local Assistance:			
0064 Motor Vehicle License Fee Account, Transportation Tax Fund	233,612	188,408	233,821
20.70 Apportionment of Off-Highway License Fees to Cities and Counties	\$2,609	\$2,500	\$2,500
Local Assistance:			

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	2006-07*	2007-08*	2008-09*
0261 Off Highway License Fee Fund	2,609	2,500	2,500
20.80 Apportionment of Proposition 42 Revenues	\$437,400	\$-	\$594,174
Local Assistance:			
3008 Transportation Investment Fund	-	-	594,174
3093 Transportation Deferred Investment Fund	437,400	-	-
20.90 Apportionment of Proposition 1-B Revenues	\$-	\$950,000	\$-
Local Assistance:			
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality, & Port Security Fd of 2006	-	950,000	-
PROGRAM REQUIREMENTS			
30 APPORTIONMENTS: FEDERAL FUNDS			
Local Assistance:			
0874 United States Flood Control Receipts Fund	\$380	\$380	\$380
0878 United States Forest Reserve Fund	66,141	66,141	66,141
0882 United States Grazing Fees Fund	107	107	107
0890 Federal Trust Fund Potash Lease Rentals	2,173	2,173	2,173
Totals, Local Assistance	\$68,801	\$68,801	\$68,801
30.10 Apportionment of Federal Receipts from Flood Control Land to Counties	\$380	\$380	\$380
Local Assistance:			
0874 United States Flood Control Receipts Fund	380	380	380
30.20 Apportionment of Federal Receipts from Forest Reserves to Counties	\$66,141	\$66,141	\$66,141
Local Assistance:			
0878 United States Forest Reserve Fund	66,141	66,141	66,141
30.30 Apportionment of Federal Receipts from Grazing Land to Counties	\$107	\$107	\$107
Local Assistance:			
0882 United States Grazing Fees Fund	107	107	107
30.40 Apportionment of Federal Receipts from Potash Lease Revenues to School Districts	\$2,173	\$2,173	\$2,173
Local Assistance:			
0890 Federal Trust Fund Potash Lease Rentals	2,173	2,173	2,173
TOTALS, EXPENDITURES			
Local Assistance	1,883,393	2,379,353	2,091,510
Totals, Expenditures	\$1,883,393	\$2,379,353	\$2,091,510

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

2 LOCAL ASSISTANCE	2006-07*	2007-08*	2008-09*
0001 General Fund			
APPROPRIATIONS			
Revenue and Taxation Code Section 11006 (a)(2) (Trailer Vehicle License Fee)	\$11,862	\$11,862	\$11,862
Public Resources Code Section 6817	462	462	462
TOTALS, EXPENDITURES	\$12,324	\$12,324	\$12,324
0034 Geothermal Resources Development Account			
APPROPRIATIONS			
Public Resources Code Section 3821	\$2,041	\$2,041	\$2,041

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

2 LOCAL ASSISTANCE	2006-07*	2007-08*	2008-09*
TOTALS, EXPENDITURES	\$2,041	\$2,041	\$2,041
0062 Highway Users Tax Account, Transportation Tax Fund			
APPROPRIATIONS			
Streets and Highways Code Section 2104	\$352,800	\$358,777	\$365,185
Streets and Highways Code Sections 2107 and 2107.5	254,415	258,865	263,924
Streets and Highways Code Section 2106	148,191	148,147	152,366
Streets and Highways Code Section 2105	<u>371,200</u>	<u>389,490</u>	<u>396,374</u>
TOTALS, EXPENDITURES	\$1,126,606	\$1,155,279	\$1,177,849
0064 Motor Vehicle License Fee Account, Transportation Tax Fund			
APPROPRIATIONS			
Revenue and Taxation Code Section 11005	<u>\$233,612</u>	<u>\$188,408</u>	<u>\$233,821</u>
TOTALS, EXPENDITURES	\$233,612	\$188,408	\$233,821
0261 Off Highway License Fee Fund			
APPROPRIATIONS			
Vehicle Code Sections 38230 and 38240	<u>\$2,609</u>	<u>\$2,500</u>	<u>\$2,500</u>
TOTALS, EXPENDITURES	\$2,609	\$2,500	\$2,500
0874 United States Flood Control Receipts Fund			
APPROPRIATIONS			
Shared Revenues - Federal Receipts from Flood Control Lands	<u>\$380</u>	<u>\$380</u>	<u>\$380</u>
TOTALS, EXPENDITURES	\$380	\$380	\$380
0878 United States Forest Reserve Fund			
APPROPRIATIONS			
Shared Revenues - Federal Receipts from Forest Reserves	<u>\$66,141</u>	<u>\$66,141</u>	<u>\$66,141</u>
TOTALS, EXPENDITURES	\$66,141	\$66,141	\$66,141
0882 United States Grazing Fees Fund			
APPROPRIATIONS			
Shared Revenues Shared Revenues - Federal Receipts From Grazing Lands	<u>\$107</u>	<u>\$107</u>	<u>\$107</u>
TOTALS, EXPENDITURES	\$107	\$107	\$107
0890 Federal Trust Fund			
APPROPRIATIONS			
Shared Revenues - Apportionment of Federal Potash Lease Rentals	<u>\$2,173</u>	<u>\$2,173</u>	<u>\$2,173</u>
TOTALS, EXPENDITURES	\$2,173	\$2,173	\$2,173
3008 Transportation Investment Fund			
APPROPRIATIONS			
Revenue and Tax Code Section 7104	<u>\$-</u>	<u>\$-</u>	<u>\$594,174</u>
TOTALS, EXPENDITURES	\$-	\$-	\$594,174
3093 Transportation Deferred Investment Fund			
APPROPRIATIONS			
Revenue and Taxation Code 7104 and 7106	<u>\$437,400</u>	<u>\$-</u>	<u>\$-</u>
TOTALS, EXPENDITURES	\$437,400	\$-	\$-
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006			
Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006			
APPROPRIATIONS			
104 Budget Act appropriation, as amended by Chapter 172, Statutes of 2007	\$-	\$600,000	\$-
Government Code Section 8879.65F	<u>-</u>	<u>350,000</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$950,000	\$-
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$1,883,393	\$2,379,353	\$2,091,510

FUND CONDITION STATEMENTS

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	2006-07*	2007-08*	2008-09*
0062 Highway Users Tax Account, Transportation Tax Fund ^s			
BEGINNING BALANCE	\$7,084	\$11,172	\$11,137
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0061 From Motor Vehicle Fuel Account, Transportation Tax Fund per Revenue and Taxation Code Section 8353	3,256,209	3,340,158	3,399,843
TO0042 To State Highway Account, State Transportation Fund per Streets and Highways Code Sections 2104.1 and 2107.6	-5,000	-5,000	-5,000
TO0042 To State Highway Account, State Transportation Fund per Streets and Highways Code Section 2108	-2,110,770	-2,167,857	-2,207,172
TO0045 To Bicycle Transportation Account, State Transportation Fund per Streets and Highways Code Section 2106	-5,000	-7,200	-7,200
TO0392 To State Parks and Recreation Fund per Item 3790-011-0062, Budget Acts of 2006, 2007, and 2008	-3,400	-3,400	-3,400
Total Revenues, Transfers, and Other Adjustments	<u>\$1,132,039</u>	<u>\$1,156,701</u>	<u>\$1,177,071</u>
Total Resources	\$1,139,123	\$1,167,873	\$1,188,208
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1,345	1,457	1,448
9480 Apportionment of Motor Vehicle Fuel Tax for County Roads (Local Assistance)	352,800	358,777	365,185
9490 Apportionment of Motor Vehicle Fuel Tax for City Streets (Local Assistance)	254,415	258,865	263,924
9500 Apportionment of Motor Vehicle Fuel Tax for County Roads and City Streets (Local Assistance)	148,191	148,147	152,366
9505 Apportionment of Motor Vehicle Fuel Tax to Counties and Cities for Streets and H (Local Assistance)	371,200	389,490	396,374
Total Expenditures and Expenditure Adjustments	<u>\$1,127,951</u>	<u>\$1,156,736</u>	<u>\$1,179,297</u>
FUND BALANCE	\$11,172	\$11,137	\$8,911
Reserve for economic uncertainties	11,172	11,137	8,911
0261 Off Highway License Fee Fund ^s			
BEGINNING BALANCE	-	\$1	\$23
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
114300 Other Motor Vehicle Fees	\$2,505	2,431	2,431
150300 Income From Surplus Money Investments	80	75	75
Transfers and Other Adjustments:			
FO0044 From Motor Vehicle Account, State Transportation Fund per Government Code Section 16475	25	16	16
Total Revenues, Transfers, and Other Adjustments	<u>\$2,610</u>	<u>\$2,522</u>	<u>\$2,522</u>
Total Resources	\$2,610	\$2,523	\$2,545
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
9380 Apportionment of Off-Highway License Fees (Local Assistance)	<u>2,609</u>	<u>2,500</u>	<u>2,500</u>
Total Expenditures and Expenditure Adjustments	<u>\$2,609</u>	<u>\$2,500</u>	<u>\$2,500</u>
FUND BALANCE	\$1	\$23	\$45
Reserve for economic uncertainties	1	23	45

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